

Deutsche Bank

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INCOME STATEMENT Deutsche Bank Colombo Branch Previous Period From In Rupees Thousands 01/01/23 Change 01/01/24 to 30/06/24 to 30/06/23 Interest income 3,258,692 4,225,783 (23) Less: Interest expenses 369.628 169,523 118 Net interest income 2.889.064 4.056.260 (29) Fee and commission income 462,487 428,125 Less: Fee and commission expenses 36,354 41,284 (12)Net fee and commission income 426,133 386,841 10 Net gains / (losses) from trading 736,019 1,417,465 (48) Net fair value gains / (losses) on: Financial assets at fair value through profit and loss 526,023 (116) Financial liabilities at fair value through profit or loss Net gains from derecognition of financial assets: At fair value through profit or loss At amortised cost Net fair value gains/(losses) on at fair value through other comprehensive income Net other operating income 221,606 121,932 Total operating income 4,190,785 6,508,521 (36) Less : Impairment charges / (reversal) (88.670) 14.214 Net operating income 4,102,115 6,494,307 (37) Less : Expenses 318.736 Personnel expenses 296.916 Depreciation and amortization 70.956 68.953 1,374,800 1,093,930 26 Other operating expenses Operating profit / (loss) before VAT on financial services and SSCL (54) 2,337,623 5,034,508 Less : Value Added Tax (VAT) on financial services 781,750 383,060 (51) Less : Social Security Contribution Levy (SSCL) on financial services (51) Profit / (Loss) before Income Tax (54) (56) Profit / (Loss) for the period 1,225,001 2,623,077

STATEMENT OF COMPREHENSIVE INCOME			
	Deutsche Ba	ank Colombo Bra	anch
In Rupees Thousands	Current Period From 01/01/24 to 30/06/24	Previous Period From 01/01/23 to 30/06/23	Change
Profit / (Loss) for the period	1,225,001	2,623,077	(53)
Items that will be reclassified to income statement			
Exchange differences on translation of foreign operations	-	-	-
Net gains / (losses) on cash flow hedges	-	-	-
Net gains / (losses) on investments in debt instruments measured at fair value through other comprehensive income	-	-	-
Share of profits of associates and joint ventures	-	-	-
Debt instruments at fair value through other comprehensive income	-	-	-
Less: Tax expense relating to items that will be reclassified to income statement	-	-	-
	-	-	
Items that will not be reclassified to income statement			
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	-	-	-
Change in fair value attributable to change in the Bank's own credit risk on financial liabilities designated at fair value through profit or loss	-	-	-
Re-measurement of post-employment benefit obligations	-	-	-
Changes in revaluation surplus	-	-	
Share of profits of associates and joint ventures	-	-	-
Gain / (loss) on translating the financial statemtns of FCBU	(480,633)	(985,188)	51
Less: Tax expense relating to items that will not be reclassified to income statement	-	-	-
	(480,633)	(985,188)	51
Other Comprehensive Income (OCI) for the period, net of taxes	(480,633)	(985,188)	51
Comprehensive Income / (Expense) for the period	744,368	1,637,889	(55)

STATEMENT OF CASH FLOWS		
	Deutsche Bar Bran	
In Rupees Thousands	Current Period As at 30-06-2024	Previous Period As at 30-06-2023
Cash flows from operating activities		
Profit / (Loss) before tax	1,901,361	4,144,182
Adjustment for		
Non cash items included in profit before tax	1,289,029	325,592
(Increase)/decrease in operating assets	(3,595,929)	(5,289,831)
Increase/(decrease) in operating liabilities	2,823,008	(8,538,587)
Dividend received from investments	-	-
Net unrealized gain/(loss) arising from translating the financial statements of foreign operations	(480,633)	(985,188)
Net cash generated from operating activities	1,936,836	(10,343,832)
Contribution paid to defined benefit plans	(4,995)	(1,358)
Income tax paid	(1,435,339)	(1,237,291)
Net cash from / (used in) operating activities	496,502	(11,582,481)
Cash flows from investing activities	_	
Purchase of property, plant and equipment	-	(20,205)
Proceeds from the sale of property, plant and equipment	-	-
Dividend received from investments	-	-
Net cash from / (used in) investing activities	-	(20,205)
Cash flows from financing activities		
Profit transferred to head office	(899,075)	(191,692)
Net cash from / (used in) financing activities		, ,
rect cash from / (used iii) illianting activities	(899,075)	(191,692)
Net increase / (decrease) in cash and cash equivalents	(402,573)	(11,794,378)
Cash and cash equivalents at the beginning of the period	542,721	13,452,453
Cash and cash equivalents at the end of the period	140,148	1,658,075
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FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2024

STATEMENT OF CHANGES IN E	QUITY										
	Stated	capital/Assigned of	apital				Reserves				
In Rupees Thousands Ordin	Ordinary voting shares	Ordinary non- voting shares	Assigned capital	Statutory Reserve Fund	FVTOCI Reserve	ECL reserve	Retained earnings	Exchange equalization of Capital	Exchange equalization of Reserves	Reserve through contributed assets	Total Equity
Balance as at 31/12/2023 - Audited		-	4,410,461	1,220,019	(22,703)	170,072	9,491,622	1,545,331	1,286,512	9,214,213	27,315,527
Total comprehensive income for the period											
Profit/(loss) for the year (net of tax)		-	-	-	-	-	1,225,001		-		1,225,001
Changes in fair value of FVTOCI		-	-	-	-	-	-	-	-		-
ECL Reserve	-	-	-	-	-	-	-	-	-	-	-
Actuarial gain in defined benefits plans	-	-	-	-	-	-	-	-	-	-	-
Gain on translating the financial statement of FCBU	-	-	-	-	-	-	-	(131,074)	(349,559)	-	(480,633)
Tax on other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	· ·	-	-	1,225,001	(131,074)	(349,559)		744,368
Transactions recognised directly in equity											
Share issue / increase of assigned capital	-	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	-	-	-	-	-	-	-	-
Transfers to ECL reserve during the year	-		-	-	-	(46,584)	135,109		(88,525)	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-	(899,075)	-	-	-	(899,075)
Unremittable HO Expenses Capitalization	-		-	-	-	-	-			-	-
Balance as at 30/06/2024	-	-	4,410,461	1,220,019	(22,703)	123,488	9,952,657	1,414,257	848,428	9,214,213	27,160,820

	Deutsche Bank C	olombo Branch
Item	Current Period As at 30-06-2024	Previou Period As a 31-12-202
Regulatory Capital (LKR in Millions)		
Common Equity Tier I	20,733	24,224
Tier I Capital	20,733	24,224
Total Capital	20,820	24,284
Regulatory Capital Ratios (%)		
Common Equity Tier I Capital Ratio (Minimum requirement - 7.00%)	30.7%	40.4%
Tier I Capital Ratio (Minimum requirement - 8.50%)	30.7%	40.4%
Total Capital Ratio (Minimum requirement - 12.50%)	30.8%	40.5%
Leverage Ratio (Minimum requirement - 3%)	22.9%	26.5%
Regulatory Liquidity		
Statutory Liquid Assets (LKR in Millions)		
Domestic Banking unit	47,633	36,094
Off-Shore Banking unit	10,334	13,142
Statutory Liquid Assets Ratio (Minimum requirement - 20.00%)		
Domestic Banking unit (%)	113.03%	94.50%
Off-Shore Banking unit (%)	126.42%	131.39%
Total Stock of High-Quality Liquid Assets (LKR in Millions)	27,605	29,939
Liquidity Coverage Ratio (Minimum requirement - 100%)		
Rupees (%)	958.79%	1001.04%
All Currency (%)	675.55%	766.51%
Net Stable Funding Ratio (%) (Minimum requirement - 100%)	232.00%	212.00%
Assets Quality (Quality of Loan Portfolio) (%)		
Impaired Loans (Stage 3) Ratio	0.00%	0.00%
Impairment (Stage 3) to Stage 3 Loans Ratio	0.00%	0.00%
Profitability (%)		
Interest Margin	7.76%	10.249
Return on Assets (before tax)	5.11%	10.71%
Return on Equity	8.97%	19.50%

	Deutsche Bank Colombo Branc		
In Rupees Thousands		Previous Period As at 31-12-2023 (Audited	
Analysis of customer deposits			
By product – Domestic currency			
Demand deposits	11,740,493	10,574,926	
Savings deposits	9,007,666	10,699,835	
Fixed deposits	12,955,155	7,523,899	
Margin deposits	52,843	53,968	
Sub total	33,756,157	28,852,628	
By product – Foreign currency			
Demand deposits	8,586,535	9,009,982	
Savings deposits	450,225	370,271	
Fixed deposits	-	452,044	
Margin deposits	-		
Sub total Total	9,036,760	9,832,297	
Total	42,792,917	38,684,925	
Analysis of loans & advances, commitments, contingencies and impairment			
Product-wise Gross loans & advances			
By product - Domestic currency	40 700 005	47.000.001	
Overdrafts Term leans	12,790,635	17,693,981	
Term loans		F0 007	
Trade finance Staff loans	447.477	50,227	
	117,477	118,572	
Supplier finance Sub total	3,157,937 16,066,049	4,018,470 21,881,250	
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By product – Foreign currency Overdrafts	2,348,203	2,264,459	
Term loans	2,340,203	2,204,459	
Trade finance	1,103,636	469,584	
Staff loans	1,103,030	409,504	
Supplier finance			
Sub total	3,451,839	2,734,043	
Total	19,517,888	24,615,293	
By product – Domestic currency Guarantees Letter of credit Forward exchange contracts Usance import bills	10,791,351 77,151 14,067,335	11,250,305 41,044 3,752,664	
Undrawn loan commitments	15,147,499	11,804,539	
Sub total	40,083,337	26,848,552	
By product – Foreign currency			
Guarantees	19,527,754	22,671,130	
Letter of credit	9,925,319	5,688,022	
Forward exchange contracts	14,124,641	3,755,760	
Usance import bills	999,626	521,260	
Undrawn loan commitments	15,344,427	15,353,441	
Sub total	59,921,768	47,989,613	
Total	100,005,105	74,838,165	
Stage-wise impairment on loans & advances, commitments and contingencies			
Gross loans and advances, commitments and contingencies	119,522,993	99,453,458	
Less: Accumulated impairment under stage 1	229,699	167,062	
Accumulated impairment under stage 1	42,870	15,823	
Accumulated impairment under stage 3	.,	-,,,,,,	
Net value of loans and advances, commitments and contingencies	119,250,424	99,270,573	
Mayament of impairment during the period			
Movement of impairment during the period Under Stage 1			
Opening balance at the beginning of the period	167,062	44,363	
Charge/(write back) to the Income Statement	62,637	122,699	
Write-off during the year	-		
Closing balance at the end of the period	229,699	167,062	
Under Stage 2			
Opening balance at the beginning of the period	15,823	38,904	
Charge/(write back) to the Income Statement	27,047	(23,081	
Write-off during the year		(==,50	
Closing balance at the end of the period	42,870	15,823	
Under Stage 3	.,		
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Opening balance at the beginning of the period			

Charge/(write back) to the Income Statement

Closing balance at the end of the period

Write-off during the year

n Rupees Thousand	AC	FVPL	FVTOCI	Total
ASSETS				
Cash and cash equivalents	140,148			140,148
Balances with Central Bank	14,835,998	-		14,835,998
Placements with banks	22,702,924	-		22,702,924
Placements with branches	1,572,231	-		1,572,231
Derivative financial instruments		7,080		7,080
Group balances receivables	2,142,423	-		2,142,423
Financial assets measured at fair value through profit or loss	-	12,910,308	-	12,910,308
Financial assets at amortised cost				
- loans and advances	19,428,395	-		19,428,395
- debt and other instruments	-	-	-	
Financial assets measured at fair value through other comprehensive income	-		42,339	42,339
	1,477,023	-	42,339	42,339 1,477,023
through other comprehensive income Other assets	1,477,023 62,299,142	12,917,388		
through other comprehensive income Other assets		12,917,388	<u> </u>	1,477,023
through other comprehensive income Other assets Total financial assets		12,917,388	<u> </u>	1,477,023
through other comprehensive income Other assets Total financial assets in Rupees Thousand			42,339	1,477,023 75,258,869
through other comprehensive income Other assets Total financial assets in Rupees Thousand			42,339	1,477,023 75,258,869
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES			42,339	1,477,023 75,258,869
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES Due to banks		AC -	42,339	1,477,023 75,258,869 Total
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES Due to banks Due to branches		AC -	42,339 FVPL	1,477,023 75,258,869 Total
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES Due to banks Due to branches Derivative financial instruments		AC -	42,339 FVPL	1,477,023 75,258,869 Total
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES Due to banks Due to branches Derivative financial instruments Financial liabilities at amortised cost		AC - 917,902 -	42,339 FVPL	1,477,023 75,258,869 Total 917,902 94,377
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES Due to banks Due to branches Derivative financial instruments Financial liabilities at amortised cost - due to depositors		AC - 917,902 -	42,339 FVPL	1,477,023 75,258,869 Total 917,902 94,377
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES Due to banks Due to branches Derivative financial instruments Financial liabilities at amortised cost - due to depositors - due to debt securities holders		AC - 917,902 -	42,339 FVPL	1,477,023 75,258,869 Total 917,902 94,377
through other comprehensive income Other assets Total financial assets In Rupees Thousand LIABILITIES Due to banks Due to banks Due to branches Derivative financial instruments Financial liabilities at amortised cost - due to depositors - due to debt securities holders - due to other borrowers		AC 917,902 - 42,792,917 -	42,339 FVPL	1,477,023 75,258,869 Total 917,902 94,377 42,792,917

- due to other borrowers

Group balances payable

Total financial liabilities

Other liabilities

272,569

182,885

VOCI - Financial assets measured at fair value	e through other com	prehensive incom	ie	
b. Bank – Previous period as at 31/12/2023	(Audited)			
In Rupees Thousand	AC	FVPL	FVTOCI	Total
ASSETS				
Cash and cash equivalents	542,721	-	-	542,721
Balances with Central Bank	12,346,488	-	-	12,346,488
Placements with banks	13,608,940	-		13,608,940
Placements with branches	49	-		49
Derivative financial instruments	-	38,983		38,983
Group balances receivables	1,719,105	-	-	1,719,105
Financial assets measured at fair value through profit or loss	_	18,041,590	_	18,041,590
Financial assets at amortised cost				
- loans and advances	24,554,285	-	-	24,554,285
- debt and other instruments	-	-	-	-
Financial assets measured at fair value through other comprehensive income	-	-	42,339	42,339
Other assets	1,464,147	-	-	1,464,147
Total financial assets	54,235,735	18,080,573	42,339	72,358,646
In Rupees Thousand		AC	FVPL	Total
LIABILITIES				
Due to banks		-	-	-
Due to branches		1,460,629	-	1,460,629
Derivative financial instruments		-	3,333	3,333
Financial liabilities at amortised cost				
- due to depositors		38,684,925	-	38,684,925
- due to debt securities holders		-	-	-

2,528,895

299,281

42,973,730

- 1. These Financial Statements are prepared in accordance with LKAS 34 Interim Financial Reporting laid down by the Institute of Chartered Accountants of Sri Lanka. There were no changes to Accounting Policies and methods of computation since the Audited Financial Statements for the year ended 31 December 2023.
- 2. The bank continues to assess the Economic Factor Adjustment (EFA) to reflect the economic environment when assessing collective impairment provisions in the subsequent periods. The recommended treatments as per the guidelines issued by the Central Bank of Sri Lanka and the Institute of Chartered Accountants of Sri Lanka were considered in assessing the above-mentioned Expected Credit Losses (ECL).
- DBU and FCBU retained profit for the year ended 31 December 2020 (Balance) and 2021 amounting to LKR 642.86 Mn and USD 1.38 Mn has been transferred to Head Office in April 2024, after obtaining approval from the Central Bank of Sri Lanka and the Department of Inland Revenue.
- 4. There was no pending litigation of a material nature against the Branch.
- 5. No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the financial statements other than the information disclosed in the notes

STATEMENT OF FINANCIAL POSITION					
	Deutsche Bank Colombo Branch				
n Rupees Thousands	Current Period As at 30-06-2024	Previous Period As at 31-12-2023 (Audited)	Growth		
Assets					
Cash and cash equivalents	140,148	542,721	(74		
Balances with Central Bank	14,835,998	12,346,488	20		
Placement with banks	22,702,924	13,608,940	67		
Placement with branches	1,572,231	49	n.m		
Derivative financial instruments	7,080	38,983	(82		
Group balances receivable	2,142,423	1,719,105	25		
inancial assets measured at fair value through profit or loss		, , , , ,			
- measured at fair value	12,910,308	18,041,590	(28		
- designated at fair value	-	-	(25		
inancial assets at amortised cost					
- loans and advances	19,428,395	24.554.285	(21		
- debt and other instruments	.0,120,000	2.,004,200	(2)		
Financial assets measured at fair value through					
ther comprehensive income	42,339	42,339	_		
nvestment in subsidiaries	,		-		
nvestments in associates and joint ventures					
Property, plant & equipment	546,500	617,455	(11		
nvestment properties	040,000	017,400	(
Goodwill and intangible assets					
Deferred tax assets	142,759	95,572	49		
Other assets	1,477,023	1,464,147	1		
Total assets Liabilities	75,948,128	73,071,674	4		
Due to banks	-	_	_		
Due to branches	917,902	1,460,629	(37		
Derivative financial instruments	94,377	3,333	n.m		
inancial liabilities recognized through profit or loss		-,			
- measured at fair value	_				
- designated at fair value			-		
Financial liabilities at amortised cost					
- due to depositors	42,792,917	38,684,925	11		
- due to depositors - due to debt securities holders	42,732,317	50,004,925			
- due to other borrowers					
Debt securities issued					
Retirement benefit obligations	109,284	96,009	14		
Current tax liabilities	860,384				
	800,384	1,572,176	(45		
Other provisions	-	1 440 400	- /50		
Other liabilities	698,542	1,410,180	(50		
Due to subsidiaries		0.500.005	-		
Group balances payable	3,313,902	2,528,895	31		
Total liabilities	48,787,308	45,756,147	7		
Equity	4 440 404	4 440 404			
Stated capital / Assigned capital	4,410,461	4,410,461			
Statutory reserve fund	1,220,019	1,220,019			
Retained earnings	9,952,657	9,491,622	5		
Other reserves	11,577,683	12,193,424	(5		
Total equity	27,160,820	27,315,527	(1		
otal equity and liabilities	75,948,128	73,071,674	4		
Contingent liabilities & commitments	100,005,105	74,838,165	34		
Memorandum information:	100,000,100	17,000,100	34		
No. of employees	55	56			
to. or omproyees	1	1			

28.08.2024

2,528,895

299.281

42,977,063

3,333

We, the undersigned, being the Chief Country Officer and Head of Finance of Deutsche Bank AG, Sri Lanka certify

(A) the above statements have been prepared in compliance with the format and definitions prescribed by the Central

(B) the information contained in these statements have been extracted from un-audited financial statements of the bank unless indicated as audited.

(Sgd.) **Niranjan Figurado** Chief Country Officer (Sgd.) **A R M Imesha Sanjeewanie** Head of Finance